CFB-CD 1500
U. S. DEPARTMENT OF AGRICULTURE
Food Distribution Administration
Cotton and Fiber Branch
Utilization and Diversion Division

Program J/1d

March 15, 1943

COTTON INSULATION PROGRAM
(Fiscal Year 1943)

OFFER OF THE SECRETARY OF AGRICULTURE

The Secretary of Agriculture of the United States (hereinafter referred to as the Secretary), pursuant to clause (2) of Section 32, Public Law Number 320, 74th Congress, as amended, will make payments, subject to the conditions hereinafter set forth, to holders of approved applications (hereinafter referred to as the seller) who will divert cotton from the normal channels of trade and commerce by manufacturing, or causing to be manufactured, and selling cotton insulation.

1. As used herein, "insulation" means insulating material which meets specifications approved by the Secretary or his authorized representative and referred to in the approved application (see paragraph 7). Insulation must be manufactured in the United States from cotton (including card strips and comber waste) grown in the United States.

If specifications for insulation other than those referred to in a particular application are approved, such new specifications may be made applicable to insulation to be manufactured pursuant to applications theretofore approved, but only if (a) the approval of the new specifications so provide and (b) the seller holding the approved application shall consent thereto. Such new specifications shall not be applicable to insulation manufactured prior to the approval of the new specifications.

2. The rate of payment to be made by the Secretary will be nine cents per pound of insulation, including impregnation, but excluding backing material and metal fasteners, if any.

3. Insulation must be either:

a. Sold or contracted for sale not earlier than the date of approval of the application and not later than June 30, 1943, and manufactured and delivered to purchasers or to a carrier for shipment to purchasers not earlier than the date of the approval of the application, and not later than December 31, 1943, unless the latter time is extended by the Secretary or his authorized representative; or

b. Manufactured not earlier than the date of approval of the application and not later than June 30, 1943, and sold or contracted for sale and delivered to purchasers or to a carrier for shipment to purchasers not earlier than the date of the approval of the application and not later than December 31, 1943, unless the latter time is extended by the Secretary or his authorized representative.

4. Sampling. - The quantity, or number, and type of samples set forth in the applicable approved specifications will be supplied without cost by the seller to the Secretary or his authorized representative or agent.

5. Packaging and Marking. - At the time of manufacture, all insulation shall be securely packaged and marked with a name or other mark by which the seller may be identified, the quantity of insulation contained therein, and a serial number or other symbol by which the individual package can be identified.

The finished insulation shall not be compressed to a density of more than four pounds per cubic foot for storage or for delivery.

6. Inspection. - During the manufacture of the insulation and until the insulation is delivered, the establishment of the manufacturer shall be open to a representative or agent of the Secretary for observation of the materials used and for inspection of the insulation.

In order that inspection may be provided, sellers should notify the Secretary or his authorized representative before beginning manufacture and treatment of the insulation. Such notice should include the name and location of the plant, the probable date of manufacture, and anticipated rate of production.

7. No seller shall be entitled to payments unless he has submitted an "Application", CFB-CD 1501, to manufacture and sell a quantity of insulation in connection with the "Cotton Insulation Program (Fiscal Year 1943)," and the Secretary or his authorized representative has, pursuant to the terms and conditions set forth in that application and in this offer, approved such application in whole or in part. No payment will be made on any quantity of insulation in excess of that for which an application is approved. More than one application may be approved for the same applicant. The right is reserved to reject any or all applications.

8. Any part or parts of the quantity of insulation covered by an approved application may be separately delivered and the Secretary will make payments in connection with such quantities in the same manner as if the total quantity of insulation covered by such application had been delivered.

9. No seller shall be entitled to payments in connection with the manufacture, sale, and delivery of any particular insulation unless he shall submit in connection therewith, on or before February 15, 1944, or during any extensions of such time made by the Secretary or his authorized representative, a claim in voucher form and shall furnish to the Secretary or to his authorized representative or agent such information as may be requested for the purpose of enabling him to determine the proper payment to be made and the extent to which there has been compliance with the conditions of this offer and the approved application. The seller shall make available to the Secretary or to his authorized representative or agent, for the purpose of verifying such information, any pertinent books, records, memoranda, documents, papers, and correspondence of the seller or of the seller's agents or representatives, which the Secretary or his representative or agent may request. The determination of the Secretary as to pertinency shall be final.

10. The Secretary reserves the right to terminate this offer at any time by giving public notice thereof. Such termination shall not affect any payments to be made pursuant to any application theretofore approved by the Secretary or his authorized representative.

/s/ Paul H. Appleby
Acting Secretary of Agriculture